

Rebate under section 80G of Income Tax Act, 1961

5904. SHRI B.L. SHARMA PREM:
DR. LAXMINARAYAN
PANDEYA:
SHRI PHOOL CHAND
VERMA:

Will the Minister of FINANCE be pleased to state:

(a) whether the Government have fixed any time limit for conveying the decision to the institutions who apply for rebate under section 80g of Income Tax Act, 1961;

(b) if so, the number of such applications received in Delhi during the last six months in respect of which no decision has been taken so far;

(c) the reasons therefor; and

(d) the action taken against the guilty persons if any, for such delay?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI RAMESHWAR THAKUR): (a) No statutory time limit has been prescribed under the Income-tax Act, 1961. However, instructions have been issued by the Central Board of Direct Taxes advising the Commissioners of Income-tax/ Directors of Income-tax (Exemptions) to dispose of such applications within 90 days and intimate the institutions.

(b) Fifty two.

(c) Non-compliance of legal requirements by the applicants and sorting out of legal issues are the main reasons for delay in taking decision on such applications.

(d) In view of answer to (c) above, the question of taking any action against officers does not arise.

Loans to Cooperative Spinning Mills

5905. SHRI YASHWANTRAO PATIL:
Will the Minister of FINANCE be pleased to state:

(a) whether loans are not sanctioned by Industrial Development Bank of India, Industrial Finance Corporation of India and Industrial Credit and Investment Corporation of India to cooperative spinning mills and applications submitted by the mills are kept pending;

(b) if so, the reasons therefor;

(c) the names of the cooperative spinning mills in respect of which the applications have been pending with the Industrial Development Bank of India etc. in each State and since when; and

(d) the action taken by the Government in this regard?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI DALBIR SINGH): (a) It is not correct to say that loans are not being sanctioned by the Industrial Development Bank of India (IDBI), Industrial Finance Corporation of India (IFCI) and Industrial Credit and Investment Corporation of India (ICICI) to cooperative spinning mills. In fact till January 31, 1992, IDBI along with other financial institutions has assisted 101 Cooperative Spinning Mills for setting up new units as also for modernisation of existing units. No application submitted by the mills has been kept pending.

(b) to (d). Do not arise in view of (a) above.